

ATTACHMENT B

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Suggested Changes to Proposed Decision

Pursuant to Rule 14.3 of the California Public Utilities Commission's Rules of Practice and Procedure, the Joint Parties submit the following suggested changes to ALJ Gary Weatherford's August 12, 2016 Proposed Decision. Suggested omissions have been stricken through, while additions have been underlined.

Findings of Fact

9. Cal-Am filed a revised WPA on May 19, 2016 (a) in response to issues and concerns raised by the assigned Commissioner and Administrative Law Judge in a Ruling dated April 8, 2016; (b) to incorporate clarifying and explanatory testimony given April 13, 2016; (c) and to respond to a Joint Ruling dated April 25, 2016 that raised additional concerns and issues. On June 3, 2016, a final update to the WPA was received into evidence.

Conclusions of Law

7. The cost cap on the pipeline/pump station should be \$50.3 million\$46.5 million for the pipeline and \$3.8 million for the pump station, with authority for applicant to file a Tier 3 advice letter if costs exceed the cost cap.

Ordering Paragraphs

6. The authorization to build the pipeline and pump station is subject to a cost cap of \$50.3 million\$46.5 million for the pipeline, and \$3.8 million for the pump station. If actual costs exceed the either cap, California-American Water Company is authorized to file a Tier 3 advice letter to seek additional recovery.